

**LEGAL NOTICE**

**STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.**

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1<sup>st</sup> Floor, LaSalle Building, 617 North 3<sup>rd</sup> Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, JANUARY 12, 2010**, upon the application of **BEUSA ENERGY, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston (Travis Peak) Zone, Cotton Valley Zone, Reservoir A, and Haynesville Zone, Reservoir A**, in the Sligo Field, Bossier and Webster Parishes, Louisiana.

1. To establish rules and regulations and to create four (4) drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Zone, Reservoir A.
2. To create four (4) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston (Travis Peak) Zone.
3. To create four (4) additional drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
4. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
5. To propose that future wells drilled to the Cotton Valley Zone, Reservoir A be located no closer than 330' to any unit boundary and no closer than 2,000' to any well completed in, drilling to, or for which a permit has been granted to drill to the Cotton Valley Zone, Reservoir A.
6. To designate a unit well for and a unit operator of, each of the proposed units as may be appropriate.
7. To provide that with respect to any horizontal well drilled to the Haynesville Zone, Reservoir A, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary or offset well will be calculated based on the distance to the nearest perforation in the well, and not based on the penetration point or terminus of the well in the Haynesville Zone, Reservoir A.
8. To permit the operator of the units proposed herein to combine down hole production from the Hosston (Travis Peak) Zone, Cotton Valley Zone, Reservoir A and Haynesville Zone, Reservoir A, or from any combination thereof, in the well bore of any well on these units in which the ownership interests in the units from which production is to be combined down hole are identical.
9. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 8-B, effective September 1, 1956, as amended and supplemented by the 8-B Series of Orders, to the proposed additional units for the Hosston (Travis Peak) Zone.
10. To extend, except as in conflict herewith, the provisions of Order No. 8-N, effective September 30, 2008, as amended and supplemented by the 8-N Series of Orders, to the proposed additional units for the Haynesville Zone, Reservoir A.
11. To consider such other matters as may be pertinent.

The Hosston (Travis Peak) Zone is defined in Order No. 8-B, effective September 1, 1956.

The Haynesville Zone, Reservoir A is defined in Order No. 8-N, effective September 30, 2008.

**SLIGO FIELD**  
**10-25 thru 10-27**

The Cotton Valley Zone, Reservoir A is defined as that gas and condensate bearing zone encountered between the measured depths of 7,506' and 9,120' in the Chesapeake Operating, Inc.-R O Roy 18 No. 1 Well, located in Section 18, Township 17 North, Range 11 West.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

<http://dnr.louisiana.gov/conshearings>

All parties having interest therein shall take notice thereof.

**BY ORDER OF:**

**JAMES H. WELSH**  
**COMMISSIONER OF CONSERVATION**

Baton Rouge, LA  
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12/3/09;12/8/09

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**IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.**